GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Finance Department – Study on Non-tax Revenue – Engaging the services of M/s KPMG through Centre for Good Governance, Hyderabad – Release of 25% amount as an advance – Orders – Issued.

---

FINANCE (OP.II) DEPARTMENT

G.O.RT.No. 2001 Dated: 23-09-2016

Read the following:-

1. D.O.Letter No.304 Secretary (B&IF), Finance Department dated: 16.07.2014.
2. D.O.LetterNo.CGG/SS/2014-15, dated:22.11.2014 from the Director General, Centre for Good Governance, Hyderabad.
3. Letter No.3013/262/DCVM/2014 dated: 17.12.2014 from the Secretary to Government (B&IF), Finance Department.
4. Letter No.CGG/KNW-VM/DIR4/02/KPMG-Nontax Rev/2014-15 dated: 27.08.2015.
5. U.O.No.21021/9/2016, Finance (DCM.I) Department, dated: 19.09.2016.

*****

ORDER:

Government in the reference first read above decided to conduct a systematic study on exploring the possibilities of raising non-tax revenue resources within the State and also various best practices of other States. Accordingly the Centre for Good Governance, Hyderabad has requested to identify the agency for entrusting the above study.

2. The Director General, Centre for Good Governance, in the reference fourth read above, has informed that they negotiated with M/s KPMG and finalized a reasonable professional fee to implement Phase-I Non-Tax Revenue sources study for Government Andhra Pradesh. To meet the cost proposed by M/s KPMG and administrative charges to Centre for Good Governance to service the contract, the Director General, Centre for Good Governance has requested the Government to approve Rs.69.00 lakh (Rupees sixty nine lakh only) (Rs.60.00 lakh towards professional fee inclusive of all taxes and Rs.9.00 lakh as Centre for Good Governance administrative charges @15% of the professional fee.

3. The Finance (DCM.I) Department, in the reference third read above, have given consent to Centre for Good Governance for their proposal for entrusting the above assignment to M/s KPMG. In the reference fourth read above, the Centre for Good Governance has informed that they entered into a memorandum of understanding (MoU) with M/s KPMG to take up the study and deliver the study report to the Finance Department. The Centre for Good Governance has further informed that M/s KPMG has completed the first deliverable and have presented the report and also raised invoice for first and second payments amounting Rs.15.00 lakh (Rupees fifteen lakh only). Therefore, the Centre for Governance has requested to sanction a total amount of Rs.17.25 lakh (Rupees seventeen lakh twenty five thousand only) (Rs.15.00 lakh plus Rs.2.25 lakh towards 15% administrative charges to Centre for Good Governance), so as to make payments to M/s KPMG.

4. In the reference fifth read above, the Finance (DCM.I) Department examined the report of M/s KPMG and bills received from the Centre for Good Governance, Hyderabad and recommended to release Rs.17.25 lakh towards 25% as an advance payment to M/s KPMG (i.e., Rs.15.00 lakh to M/s KPMG plus Rs.2.25 lakh towards 15% administrative cost to Centre for Good Governance as per agreement.

5. Accordingly, sanction is hereby accorded for payment of Rs.17.25 lakh (Rupees seventeen lakh twenty five thousand only) to the Centre for Good Governance towards advance payment of 25% of the total cost Rs.69.00 lakh as per agreement.

6. The expenditure sanctioned at para 4 above shall be debited to “2052. Secretariat General Services – 090. Secretariat – S.H. (06) Finance Department – 300 other contractual services during the financial year 2016-17.

7. Finance (Claims) Department are requested to credit the payment to the Bank Account through ECS in **A/c No.912010061746238, IFSC Code: UTIB0000733, Axix Bank, Gachiibowli**in favour of Centre for Good Governance, Hyderabad under intimation to Finance (OP.II) Department.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJEYA KALLAM
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Finance (Claims) Department.
The Centre for Good Goverance.
The Finance (DCM.I) Department
(with request to send original invoice and advance stamp receipt received from the CGG to Finance (Claims) Department)
Copy to:
The Dy.Pay and Accounts Officer, A.P.Secretariat, Hyderabad.
The P.S to Special Chief Secretary, Finance Department for information.
SF/SCs.,

//FORWARDED::BY ORDER//

SECTION OFFICER